

Message Text

LIMITED OFFICIAL USE

PAGE 01 CAIRO 06615 281135Z

42

ACTION NEA-16

INFO OCT-01 EUR-25 ISO-00 AID-20 IGA-02 XMB-07 FRB-03

SP-03 EB-11 NSC-07 RSC-01 CIEP-03 TRSE-00 SS-20

STR-08 OMB-01 CEA-02 COME-00 CIAE-00 DODE-00 INR-11

NSAE-00 PA-04 USIA-15 PRS-01 FMC-04 DOTE-00 DRC-01

/166 W

----- 081748

R 281030Z AUG 74

FM AMEMBASSY CAIRO

TO SECSTATE WASHDC 8625

INFO AMEMBASSY PARIS

LIMITED OFFICIAL USE CAIRO 6615

E.O. 11652: NA

TAGS: EINV EAID EG

SUBJECT: \$100 MILLION BANK CONSORTIUM LOAN TO EGYPT

1. THE PRESS HAS ANNOUNCED THAT A LOAN OF \$100 MILLION FROM THE UNION DE BANQUES ARABES ET FRANCAISES WILL BE SIGNED IN PARIS ON AUGUST 31. REPRESENTATIVES OF THE NATIONAL BANK OF CHICAGO, ONE OF THE BANKS MAKING UP THE CONSORTIUM BEHIND THE LOAN (OTHERS INCLUDE BANK OF AMERICA, CREDIT LYONNAIS, COMMERZBANK, ETC.), HAVE INFORMED US THAT THE LOAN WILL BE FOR 9 YEARS, WITH A THREE-YEAR GRACE PERIOD, INTEREST TO BE CHARGED AT 1 1/2 PERCENTAGE POINTS ABOVE THE PREVAILING SIX-MONTH LONDON EURODOLLAR RATE. NO INTEREST WILL BE CHARGED ON THE UNUSED PORTION OF THE LOAN, BUT A THREE-EIGHTS PERCENT SERVICE CHARGE WILL BE.

2. COMMENT: THE EGYPTIANS WANTED TO AVOID SPECIFYING WHAT THE LOAN WOULD BE USED FOR, WE ARE TOLD, BUT WERE FINALLY CONVINCED THAT THERE HAD TO BE SOME INDICATION OF WHERE IT WOULD BE SPENT. IT WAS FINALLY DECIDED THAT THE MONEY WOULD

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 CAIRO 06615 281135Z

BE USED 50 PERCENT FOR THE DEVELOPMENT OF MARITIME TRANSPORT AND

50 PERCENT FOR THE REACTIVATION OF IDLE INDUSTRIAL CAPACITY.
EILTS

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DEBT INTEREST, BANK LOANS, INTEREST RATES
Control Number: n/a
Copy: SINGLE
Draft Date: 28 AUG 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: martinml
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974CAIRO06615
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740237-1241
From: CAIRO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740812/aaaaakdd.tel
Line Count: 63
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION NEA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: martinml
Review Comment: n/a
Review Content Flags:
Review Date: 29 APR 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <29 APR 2002 by boyleja>; APPROVED <19 MAR 2003 by martinml>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: \$100 MILLION BANK CONSORTIUM LOAN TO EGYPT
TAGS: EINV, EAID, EG
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005